

**ADOPTED REGULATION OF THE
STATE BOARD OF EXAMINERS**

LCB File No. R034-18

EXPLANATION – Matter in *italics* is new; matter in brackets ~~[omitted material]~~ is material to be omitted.

AUTHORITY: §1, NRS 353.090.

A REGULATION relating to state financial administration; providing for the use of sampling procedures and postaudit techniques for the examination of certain claims; and providing other matters properly relating thereto.

Legislative Counsel’s Digest:

Under existing law the State Board of Examiners is required to determine the correctness of certain claims for payments from the State Treasury. Existing law also requires the Board to adopt regulations providing for the use of sampling procedures and postaudit techniques for making such determinations. (NRS 353.090) This regulation complies with that requirement.

Section 1. Chapter 353 of NAC is hereby amended by adding thereto a new section to read as follows:

Claims presented to the State Board of Examiners pursuant to NRS 353.090 must be examined to determine their correctness using:

- 1. Sampling procedures that are established using professional judgment and based on risk assessments of the claims that involve consideration of:
 - (a) The dollar amount of the claim;*
 - (b) The appropriateness of the underlying transaction; and*
 - (c) Any other area of concern that is deemed to be relevant to the determination.**
- 2. Postaudit techniques that examine claims selected pursuant to the sampling procedures prescribed in subsection 1 for:*

- (a) The adequacy of supporting documentation;*
- (b) The existence of budgetary authority for the underlying transaction;*
- (c) Compliance with any applicable state or federal guidelines;*
- (d) Proper classification of the claim; and*
- (e) Any other attribute of the claim that is deemed to be relevant to the determination.*